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April 16, 1987

**RECEIVED**  
APR 17 1987

DIVISION OF  
OIL, GAS & MINING

Mr. Lowell P. Braxton, Administrator  
Mineral Resource Development  
and Reclamation Program  
Division of Oil, Gas and Mining  
Department of Natural Resources  
State of Utah  
355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, UT 84180-1203

Re: Mining and Reclamation Plan  
Permit - Sevier Dry Lake  
Project, Millard County, Utah

Dear Lowell:

Reference is made to your notice of February 23, 1987 of tentative approval of the amendment to the original permit application for Sevier Dry Lake Project which itself was tentatively approved on July 22, 1986. Enclosed are the following items:

1. Copies of approval letter from the Richfield District Office of the Bureau of Land Management dated April 10, 1987, Plan of Operations submitted to the Bureau of Land Management dated February 4, 1987 and the additional information submitted February 23, 1987.

2. Copy of unsigned Ordinary Sand and Gravel Permit, MP60, which contains the sand and gravel lease conditions in connection with the work contemplated by the original permit application.

3. Telecopy of Irrevocable Stand-by Letter of Credit #8105197 issued by the Texas Commerce Bank National Association to the Department of Natural Resources, Division of Oil, Gas & Mining, State of Utah, beneficiary in the amount of \$42,900.00. As indicated, the operator has opted to post this separate reclamation bond at the present time because the extent of work to be performed in the near future is limited to the work outlined in the amendment.

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Mineral Resource Development &  
Reclamation Program  
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The original Irrevocable Stand-by Letter of Credit is being transmitted to my office by Federal Express and I will place it in your possession as soon as it is received. It should be understood, however, that letter of credit bond represents a temporary bond and the operator intends to propose a long term bond commitment in the form of a Contract to be entered into with the Board of Oil, Gas & Mining, State of Utah, in the manner of the recent withdrawn proposed regulations.

4. My understanding is that the operator has previously indicated a commitment to comply with the recommendations relative to seed mix and seeding methods.

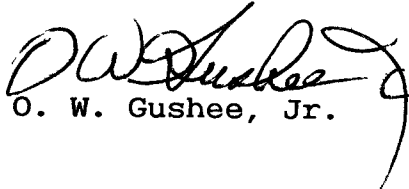
I am also enclosing, in duplicate, executed Application for Permit Transfer to Crystal Peak Minerals Corporation, the entity which has been formed to carry on the operation. The document is signed by M. C. Godbe, III and also W. D. Haden Company, both of whom have had property interests in the area but all of which property interest have since been transferred to Crystal Peak Minerals Corporation. This document is submitted in duplicate and it is requested that the Division of Oil, Gas & Mining approve it and return an approved copy for further transmittal to Crystal Peak Minerals Corporation.

Also enclosed is a Certificate of Insurance for Crystal Peak Minerals Corporation operations as indicated on the Certificate.

It is requested that the permit be issued effective April 16, 1987. A contractor for the initial phase of the work as outlined under the amendment to the mining permit has equipment on the site and is mobilizing personnel to commence the work immediately.

Please let me know if you have any questions or comments.

Very truly yours,

  
O. W. Gushee, Jr.

OWG:vc  
1089.00

Encls.